

UNITED STATES DISTRICT COURT FOR THE DISTRICT OF MASSACHUSETTS

LIFE IS GOOD, INC., :

Plaintiff,

v. : No. 04 11290 REK

LG ELECTRONICS U.S.A., INC., :

Defendant. :

Washington, D.C.

Wednesday, November 9, 2005

Deposition of

JOHN I. TAYLOR

a witness, called for examination by counsel for Plaintiff, pursuant to notice and agreement of counsel, beginning at approximately 9:36 a.m., at the law offices of Nixon Peabody, 401 9th Street, NW., Washington, D.C., before Lauri M. Ploch of Beta Court Reporting, notary public in and for the District of Columbia, when were present on behalf of the respective parties:

Exhibit 3 to Awdeh Declaration

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- the premium products that command a premium
- 2 price in the marketplace, are targeted to a
- 3 high-income household.
- 4 Q You would agree with me that people
- 5 in the 25-to-49 demographic are likely
- 6 prospective purchasers of t-shirts, wouldn't
- 7 you?
- 8 A I'm not an expert in T-shirts. We
- 9 are in the electronics business.
- 10 Q I understand that, but wouldn't you
- 11 agree with me that people in the 25-to-49
- 12 demographic probably buy t-shirts?
- 13 A Sure.
- 14 O And hats?
- 15 A Sure.
- 16 Q And people who make over 75,000 or
- 17 \$100,000 a year probably buy television and
- 18 T-shirts, right?
- 19 A I would guess, sure.
- 20 Q Now, you testified this morning
- 21 that one of the things you did in preparing
- 22 to come and testify today is, you tried to

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- 1 find out everything you could about instances
- of potential confusion between Life is good
- and the Life's Good marketing slogan.
- 4 Did I get that right?
- 5 A That's right.
- 6 Q Tell me how you went about doing
- 7 that.
- 8 A I spoke with a variety of people
- 9 inside of our company and really focused in
- 10 three areas: In our customer service area,
- 11 our promotional and trade show area, and
- 12 sales.
- 13 Q And did you speak with people from
- 14 these three different areas or divisions
- 15 separately, or did you bring them all
- 16 together for a meeting?
- 17 A Separately.
- 18 Q Why don't you tell me what you
- 19 found out. And if it is easier for you to
- 20 break it out by each of the three divisions,
- 21 we can do that, or if it is easier for you to
- 22 lump them together, you can do that.

- 1 A I laid out the parameters,
- 2 explaining the basics of this suit. Some had
- 3 not heard of Life is good. I explained that
- 4 they make a variety of products, like
- 5 t-shirts and hats, and asked them to check,
- 6 check and see if there were any instances of
- 7 inquiries from consumers, from retailers, any
- 8 suggestion that there might be confusion
- 9 between Life is good and LG.
- 10 Q And what did these people report to
- 11 you?
- 12 A Starting with customer service, our
- 13 consumer information center receives 4,000
- 14 telephone calls a day. We get about 100,000
- inquiries a month, including emails, regular
- 16 mail, and those phone calls. Every
- 17 interaction with a customer is logged. The
- 18 details of that interaction are put into a
- 19 database.
- So all of that was searched, and
- 21 there was an extensive search. We talked to
- 22 the customer service representatives. There

- 1 was not one single incident of any confusion.
- 2 O And these customer service
- 3 representatives, or the people who man your
- 4 customer information center, do they deal
- 5 with people at the consumer buying public
- 6 level?
- 7 A Yes, primarily consumers.
- 8 Q People who have a question about
- 9 their warranty on their television or
- 10 something like that?
- 11 A Right.
- 12 Q Who did you talk to at the
- 13 promotional and trade show level?
- 14 A I talked to the promotion managers
- 15 for the divisions who oversee both our
- 16 retailer and consumer promotions. They have
- 17 a lot of interface with retailers and some
- 18 consumers at various public events, but
- 19 mostly it's more of trade communications.
- They also reported not a single
- 21 incident of any confusion.
- 22 Q And how about the people that you

- 1 talked to at the sales level?
- 2 A I spoke with sales managers, who in
- 3 turn checked with their field sales to --
- 4 with the same parameters, and again came back
- 5 with no incidents of confusion.
- 6 Q And when you were conducting this
- 7 review, what did you mean as an incident of
- 8 confusion? How did you explain that to these
- 9 folks?
- 10 A I left it very wide open. I said
- 11 if you had any inquiries about, have you seen
- 12 this Life is good T-shirt, is that associated
- 13 with your company? Or somebody called the
- 14 customer information center saying my Life is
- 15 good T-shirt ripped in the washing machine,
- 16 are you going to replace it? You know,
- 17 anything. And they had a very free reign,
- 18 and I have great confidence in the people I
- 19 talked to.
- 20 Q Going back to the customer service
- 21 level, how is it that a customer of LG
- 22 Electronics would know what phone number to

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- 1 call?
- 2 A It is widely published in magazines
- 3 and on our web site. It is the main number
- 4 to call, a toll-free number that covers all
- 5 of our product divisions.
- 6 MR. KIRBY: Can I have this marked
- 7 as the next exhibit, please.
- 8 (Deposition Exhibit No. 41 was
- 9 marked for identification.)
- BY MR. KIRBY:
- 11 Q Mr. Taylor, do you have Exhibit 41
- in front of you?
- 13 A I do.
- 14 Q And do you see that this is also an
- 15 Internet web page for the lge.com web site?
- 16 A Right, the corporate site.
- 17 Q And by that you mean the web site
- 18 maintained by LG Electronics, Inc.?
- 19 A In Korea, correct.
- 20 Q I can report to you, I went to that
- 21 site yesterday and printed out these copies
- 22 for us.